

475 17th Street Suite 1500 Denver Colorado 80202 Telephone 303 573-1222 Fax 303 573 0461 RECEIVED NOV 0 8 2006

DIV. OF OIL, GAS & MINING

November 6, 2006

Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210 P. O. Box 145801 Salt Lake City, Utah 84114-5801

Attn.: Ms. Diana Whitney

RE:

Enduring Resources, LLC

Rainbow 11-24-11-21 NW-NW 21-11S-24E

Federal Lease: UTU-54224

Uintah County, Utah

Dear Ms. Whitney:

Enclosed is one original application to drill concerning the above-referenced proposed well.

Enduring Resources, LLC is requesting the Utah Division of Oil, Gas and Mining to hold this application and all future information as confidential.

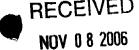
If any questions arise or additional information is required, please contact me at 303-350-5719.

Very truly yours,

Evette Bissett

Regulatory Compliance Assistant

Enclosures



STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

MOA 0 0 50	00
*	FORM 3
DIV. OF OIL, GAS &	MINING AMENDED REPORT □

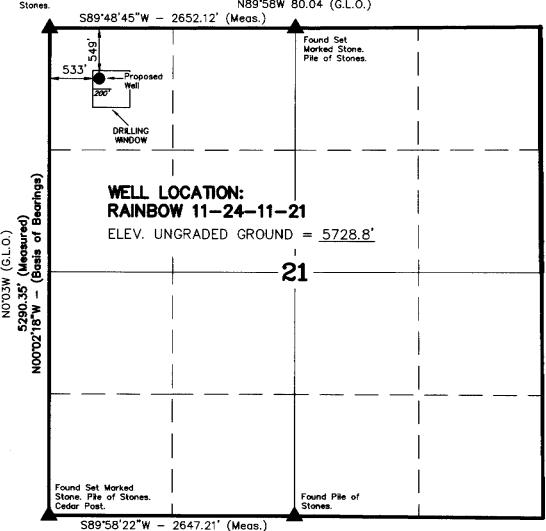
			Divid	5,0,10,1	4	(t	highlight chang	es)
		APPLICAT	ION FOR P	ERMIT TO	DRILL	5. MINERAL LEASE UTU-54224		
1A, TYPE OF W			REENTER	DEEPEN		7. IF INDIAN, ALLOT	TEE OR TRIBE NA	ME:
		_	OTHER		GLE ZONE MULTIPLE ZON	8. UNIT OF CA AGRE	EMENT NAME:	
B. TYPE OF W		GAS 🛂 (71HER			9. WELL NAME and	NUMBER:	
2. NAME OF OR Enduring	Resources,	LLC	•			Rainbow 11	-24-11-21	
3. ADDRESS O	-) _{CITY} Dénve	r	CO 802	PHONE NUMBER: (303) 350-5719	10. FIELD AND POO Undesignate	•	
	St., Ste 1500 OF WELL (FOOTAGE			CO ZIP 802		11. QTR/QTR, SECT		RANGE,
AT SURFACE	E: 549' FNL	- 533' FWL			39.853183	NWNW 21	11\$ 24	E
AT PROPOSI	ED PRODUCING ZO	_{DNE:} Same	441273	30Y -1	109.242746			
14. DISTANCE	IN MILES AND DIR	ECTION FROM NEAF	REST TOWN OR POST	OFFICE:	· · · · · · · · · · · · · · · · · · ·	12. COUNTY:	13. STA	ATE: UTAH
67.6 mil	les Southea	st of Vernal, L	JT			Uintah		
	TO NEAREST PRO	PERTY OR LEASE LI	NE (FEET)	16. NUMBER OF	FACRES IN LEASE: 520	17. NUMBER OF ACRES AS		WELL: 10 acres
533'	TO NEADEST WEL	L (DRILLING, COMPI	ETED OP	19. PROPOSED		20. BOND DESCRIPTION:		
APPLIED F 1000' +	FOR) ON THIS LEAS	SE (FEET)	LILD, ON	7,111010022	6,335	RLB0008031		
	NS (SHOW WHETH	IER DF, RT, GR, ETC.):	22. APPROXIM	ATE DATE WORK WILL START:	23. ESTIMATED DURATION	٧:	
5742'	RT-KB			1/25/200)7	20 days		
24.		- 1	PROPOSE	D CASING A	ND CEMENTING PROGRAM			
SIZE OF HOLE	E CASING SIZE	E, GRADE, AND WEIG	HT PER FOOT	SETTING DEPTH	CEMENT TYPE, QL	JANTITY, YIELD, AND SLURRY	/ WEIGHT	
20"	14"	line pipe		40	3 yards	Ready Mix		
11"	8-5/8"	J-55	24#	2,016	Premium Lead	138 sxs	3.50	11.1
					Premium Tail	138 sxs	1.15	15.8
7-7/8"	4-1/2"	N-80	11.6#	6,335	Class G	32 sxs	3.3	11.0
					50/50 Poz Class G	779 sxs	1.56	14.3
						<u></u>		
25.				ATTA	CHMENTS			
VERIFY THE F	FOLLOWING ARE A	ATTACHED IN ACCOR	DANCE WITH THE UT	FAH OIL AND GAS C	ONSERVATION GENERAL RULES:			
WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER					COMPLETE DRILLING PLAN			
Z EVIDE	ENCE OF DIVISION	OF WATER RIGHTS	APPROVAL FOR USE	OF WATER	FORM 5, IF OPERATOR IS P	ERSON OR COMPANY OTHE	R THAN THE LEAS	E OWNER
NAME (EL EA)	SE PRIME Evet	te Bissett			_{тітьв} Regulatory C	ompliance Assistar	nt	
NAME (PLEAS	SE PRINT)		essett		11/6/2006			
SIGNATURE	fp.l.l	tee O			DATE	and but the		
(This space for	State use only)				A!	oproved by the Itah Division of		
					Oil.	Gas and Minir	ıg	
API NUMBER	ASSIGNED:	43-047-	388335		APPROVAL:	· -		

(11/2001)

Rederal Approval of this Action is Necessary

(See Instructions on Reverse Side)

T11S, R24E, S.L.B.&M. N89'58W 80.04 (G.L.O.)



S89°59W 80.06 (G.L.O.)

▲ = SECTION CORNERS LOCATED

Found Set Morked Stone, Pile of

BASIS OF ELEVATION IS BENCH MARK 89 EAM 1965 LOCATED IN THE WEST 1/2 OF SECTION 5, T12S, R24E, S.L.B.&M. THE ELEVATION OF THIS BENCH MARK IS SHOWN ON THE ARCHY BENCH SE 7.5 MIN. QUADRANGLE AS BEING 6075'.

RAINBOW 11-24-11-21 (Proposed Well Head) NAD 83 Autonomous LATITUDE = 39' 51' 11.67" LONGITUDE = 109' 14' 36.22"

ENDURING RESOURCES

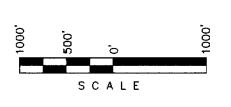
WELL LOCATION, RAINBOW

11-24-11-21, LOCATED AS SHOWN IN

THE NW 1/4 NW 1/4 OF SECTION 21,

T11S, R24E, S.L.B.&M. UINTAH COUNTY,

UTAH.



NOTES:

(G.L.O.

40.0V

- 1. Well footages are measured at right angles to the Section Lines.
- 2. Bearings are based on Global Positioning Satellite observations.

THIS IS TO CERTIFY OF A BOVE PLAT WAS PREPARED FROM ELEDO-NOVIES OF ACTUAL SURVEYS MADE BY ME OF VINDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEGOD AND BEST OF

REGISTARE COMEND SURVEYOR
REGISTARE ONE NO. 062251

TIMBERLINE LAND SURVEYING, INC.

38 WEST 100 NORTH. - VERNAL, UTAH 84078 (435) 789-1365

DATE SURVEYED: 06-27-06	SURVEYED BY: B.J.S.	SHEET
DATE DRAWN: 06-30-06	DRAWN BY: BJ.Z.	2
SCALE: 1" = 1000'	Date Last Revised:	OF 10

SELF-CERTIFICATION STATEMENT

The following self-certification statement is provided per federal requirements dated June 15, 1988.

Please be advised that Enduring Resources, LLC is considered to be the operator of the following well.

Rainbow 11-24-11-21

Surface Location: NWNW Sec. 21-11S-24E

549' FNL - 533' FWL

Lease Serial No.: UTU-54224

Uintah County, Utah

Enduring Resources, LLC is responsible under the terms and conditions of the lease for the operations conducted upon leased lands. Bond coverage is provided by UTB000173.

Date

11/6/2006

Evette Bissett

Regulatory Compliance Assistant

Enduring Resources, LLC

475 17th Street, Suite 1500

Denver, CO 80202 (303) 350-5719

Enduring Resources, LLC Rainbow 11-24-11-21 NW-NW 21-11S-24E Uintah County, Utah

Federal Lease: UTU-54224

ONSHORE ORDER 1 - DRILLING PLAN

1. Estimated Tops of Geological Markers:

Formation	Depth (K.B.)		
Uinta	Surface		
Green River	196		
Wasatch	2467		
Mesaverde	4192		

2. Estimated Depths of Anticipated Water, Oil, Gas or Other Minerals:

Substance	Formation	Depth (K.B.)
	KB-Uinta Elevation: 5742'	
Oil / Gas	Green River	196
Oil /Gas	Wasatch	2467
Oil /Gas	Mesaverde	4 1 92
	Estimated TD	6335

An 11" hole will be drilled to approximately 2000 feet. The depth will be determined by the depth that the Birds Nest zone is encountered. The hole will be drilled 400 feet beyond the top of the Birds Nest zone and surface casing will be set.

3. Pressure Control Equipment: (3000 psi schematic attached)

- A. Type: Eleven (11) inch double gate hydraulic BOP with eleven (11) inch annular preventer on 3,000 psi casinghead, with 3,000 psi choke manifold equipped per the attached diagram. BOPE as specified in *Onshore Oil & Gas Order Number 2*. A PVT, stroke counter and flow sensor will be installed to check for flow and monitor pit volume.
- B. Pressure Rating: 3,000 psi BOPE
- C. Kelly will be equipped with upper and lower Kelly valves.
- D. Testing Procedure: Annular Preventer

At a minimum, the annular preventer will be pressure tested to 50% of the stack rated working pressure for a period of ten (10) minutes or until provisions of the test are met, whichever is longer.

At a minimum, the above pressure test will be performed:

- 1. When the annular preventer is initially installed;
- 2. Whenever any seal subject to test pressure is broken;
- 3. Following related repairs; and
- 4. At thirty (30) day intervals.

In addition to the above, the annular preventer will be functionally operated at least weekly.

Blow-Out Preventer

At a minimum, the BOP, choke manifold, and related equipment will be pressure tested to the approved working pressure of the BOP stack (if isolated from the surface casing by a test plug) or to 70% of the internal yield strength of the surface casing (if the BOP is not isolated from the casing by a test plug). Pressure will be maintained for a period of at least ten (10) minutes or until the requirements of the test are met, whichever is longer.

At a minimum, the above pressure test will be performed:

- 1. When the BOP is initially installed;
- 2. Whenever any seal subject to test pressure is broken;
- 3. Following related repairs; and
- 4. At thirty (30) day intervals.

In addition to the above, the pipe and blind rams will be activated each trip, but not more than once each day. All BOP drills and tests will be recorded in the IADC driller's log.

E. Miscellaneous Information:

The blowout preventer and related pressure control equipment will be installed, tested and maintained in compliance with the specifications in and requirements of *Onshore Oil & Gas Order Number 2*.

4. Proposed Casing & Cementing Program:

A. Casing Program: All New

Hole Size	Casing Size	Wt./Ft.	Grade	Joint	Depth Set (MD)
20"	14" O.D.				40' (GL)
11"	8-5/8"	24#	J-55	ST&C	0 – 2,016' (KB) est.
7-7/8"	4-1/2"	11.6#	N-80	LT&C	0 – 6335' (KB)

The surface casing will have guide shoe, 1 joint, insert float collar. Centralize the shoe joint with bowspring centralizers in the middle and top of the joint and the next16 joints with bowspring centralizers on every other collar (8 centralizers total). Thread lock guide shoe.

Casing string(s) will be pressure tested to 0.22 psi/foot of casing string length or 1500 psi, whichever is greater (not to exceed 70% of the internal yield strength of the casing), after cementing and prior to drilling out from under the casing shoe.

Casing Design Parameters: В.

			7 1/ 3/05	T:/ bo\/CE
Depth (MD)	Casing	Collapse(psi)/SF	Burst (psi)/SF	Tension(mlbs)/SF
40' (GL)	14" OD			
	8-5/8", 24#/ft, J55, STC	1370/1.52(a)	2950/3.28(b)	244/5.81(c)
6335 (KB)	4-1/2", 11.6#/ft, N-80, LTC	6350/1.93(d)	7780/2.57 (e)	223/3.53(f)

- based on full evacuation of pipe with 8.6 ppg fluid on annulus (a.)
- based on 8.6 ppg gradient with no fluid on annulus (b.)
- based on casing string weight in 8.6 ppg mud (c.)
- based on full evacuation of pipe with 10.0 ppg fluid on annulus (d.)
- based on 9.2 ppg gradient, gas to surface, with no fluid on annulus, (e.) no gas gradient
- based on casing string weight in 9.2 ppg mud (f.)

PROPOSED CEMENTING PROGRAM

Surface Casing (if well will circulate)-Cemented to surface

CASING	SLURRY	FT. of FILL	CEMENT TYPE	SXS	EXCESS (%)	WEIGHT (ppg)	YIELD (ft³/sx)
8-5/8"	Lead	1516	Premium cement + 16% gel + 0.25 pps celloflake	138	25%	11.1	3.50
8-5/8"	Tail	500	Premium cement + 2% CaC ₂ + 0.25 pps celloflake	138	25%	15.8	1.15

A cement top job is required if cement fallback is greater than 10' below ground level. Top job (weight 15.8 ppg, yield 1.15 ft³/sx) cement will be premium cement w/ 3% CaCl₂.+0.25 pps celloflake. Volume as required

Surface Casing (if well will not circulate) - Cemented to surface

CASING	SLURRY	FT. of FILL	CEMENT TYPE	sxs	EXCESS (%)	WEIGHT (ppg)	YIELD (ft ³ /sx)
8-5/8"	Lead	500	Premium cement + 2% CaCl ₂ + 0.25 pps celloflake	138	25	15.8	1.15
8-5/8"	Top job	As req.	Premium cement + 3% CaCl ₂ + 0.25 pps celloflake	As Req.		15.8	1.15

Production Casing and Liner - Cemented TD to 300' above base of surface casing

CASING	SLURRY	FT. of FILL	CEMENT TYPE	SXS	EXCESS (%)	WEIGHT (ppg)	YIELD (ft ³ /sx)
4-1/2"	Lead	351	Class "G" + 5% NaCl + 12% Gel + 0.25 pps celloflake + 0.2% antifoam + 0.25% fluid loss + 1% extender	32	25	11.0	3.3
4-1/2"	Tail	4268	50/50 POZ Class G + 2% gel +1% CaCl ₂ + 0.2% dispersant + 0.2% fluid loss + 0.1% antifoam	779	25	14.3	1.56

Cement volumes for the 4-1/2" Production Casing will be calculated to provide a top of cement to 300' above base of surface casing. Cement volumes are approximate and were calculated under the assumption that a gauge hole will be achieved. Actual cement volumes may vary due to variations in the actual hole size and will be determined by running a caliper log on the drilled hole. Actual cement types may vary due to hole conditions and cement contractor used.

All waiting on cement (WOC) times will be adequate to achieve a minimum of 500 psi compressive strength at the casing shoe prior to drilling out.

5. <u>Drilling Fluids (mud) Program:</u>

Interval (MD)	Mud Weight	Fluid Loss	Viscosity	Mud Type
0' – 2016' (KB)		No cntrl		Air/mist
2000'-3000' (KB)	8.4-8.6	No cntrl	28-36	Water
3000'-6335' (KB)	8.8-9.8	8 - 10 ml	32-42	Water/Gel

Sufficient mud material(s) to maintain mud properties, control lost circulation and contain a blowout will be available at the well site during drilling operations.

6. <u>Evaluation Program:</u>

Tests:

No tests are currently planned.

Coring:

No cores are currently planned.

Samples:

No sampling is currently planned.

Logging

 Dual Induction – SFL /Gamma Ray/Caliper/SP/TDLT/CNL/ML TD to Base Surface Casing

 Cement Bond Log / Gamma Ray: TD to Base of Surface Casing or Top of Cement if below Base of Surface Casing

Stimulation: A stimulation or frac treatment will be designed for completion of this well based on openhole log analysis. The drill site, as approved, will be sufficient size to accommodate all completion activities.

7. Abnormal Conditions:

No abnormal temperatures or pressures are anticipated. No H₂S has been encountered or known to exist from previous wells drilled to similar depths in the general area.

Maximum anticipated bottom hole pressure equals approximately 3294 psi (calculated at 0.52psi/foot of hole) and maximum anticipated surface pressure equals approximately 1901 psi (anticipated bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot of hole).

8. Anticipated Starting Dates:

Anticipated Commencement Date- Within one year of APD issue.

Drilling Days Approximately 10 days

Completion Days - Approximately 10 days

Anticipate location construction within 30 days of permit issue.

9. Variances:

None anticipated

10. <u>Other:</u>

A Cultural Resource Inventory and Paleontology reconnaissance shall be conducted for the well location, access route and pipeline. The reports shall be submitted to the Division of Oil, Gas and Mining and the School and Institutional Trust lands Administration upon their receipt.

Single Shot directional surveys will be dropped every 2000 feet to monitor hole angle.

ENDURING RESOURCES Rainbow 11-24-11-21 Section 20, T11S, R24E, S.L.B.&M.

FROM THE INTERSECTION OF U.S. HIGHWAY 40 AND 500 EAST STREET IN VERNAL, UTAH PROCEED IN AN EASTERLY THEN SOUTHERLY DIRECTION ALONG U.S. HIGHWAY 40 APPROXIMATELY 3.3 MILES TO THE JUNCTION OF STATE HIGHWAY 45; EXIT RIGHT AND PROCEED IN A SOUTHERLY DIRECTION ALONG STATE HIGHWAY 45 APPROXIMATELY 40.5 MILES TO THE JUNCTION OF THE DRAGON ROAD (COUNTY B ROAD 4180). THIS ROAD IS LOCATED APPROXIMATELY 4.8 MILES SOUTH OF BONANZA, UTAH. EXIT LEFT AND PROCEED IN A SOUTHEASTERLY DIRECTION ALONG COUNTY B ROAD 4180 APPROXIMATELY 4.0 MILES TO THE JUNCTION OF THE KINGS WELLS ROAD (COUNTY B ROAD 4190). EXIT RIGHT AND PROCEED IN A SOUTHWESTERLY DIRECTION ALONG COUNTY B ROAD 4190 APPROXIMATELY 8.7 MILES TO THE JUNCTION OF THE ATCHEE RIDGE ROAD (COUNTY B ROAD 4270). CONTINUE ALONG COUNTY B ROAD 4190 IN A SOUTHWESTERLY DIRECTION APPROXIMATELY 4.3 MILES TO THE JUNCTION OF THE LONG DRAW ROAD (COUNTY B ROAD 4260). CONTINUE ALONG COUNTY B ROAD 4190 IN A SOUTHERLY, THEN WESTERLY DIRECTION APPROXIMATELY 2.3 MILES TO THE JUNCTION OF A COUNTY D ROAD. EXIT RIGHT AND PROCEED IN A NORTHERLY DIRECTION ALONG THE COUNTY D ROAD APPROXIMATELY 3.4 MILES TO THE PROPOSED ACCESS ROAD FOR THE RAINBOW 11-24-42-20 WELL. FOLLOW ROAD FLAGS IN A NORTHEASTERLY DIRECTION APPROXIMATELY 0.7 MILES TO THE PROPOSED WELL PAD FOR THE RAINBOW 11-24-42-20. PROCEED NORTHEASTERLY CROSSING THE WELL PAD APPROXIMATELY 365 FEET TO THE PROPOSED ACCESS ROAD. FOLLOW ROAD FLAGS IN A NORTHEASTERLY DIRECTION APPROXIMATELY 1,900 FEET TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 67.6 MILES IN A SOUTHEASTERLY DIRECTION.

Enduring Resources, LLC Rainbow 11-24-11-21 NWNW 21-11S-24E Uintah County, Utah

Federal Lease: UTU-54224

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. Existing Roads:

From the intersection of U.S. Highway 40 and 500 east street in Vernal, Utah proceed in an easterly then southerly direction along U.S. Highway 40 approximately 3.3 miles to the junction of State Highway 45; exit right and proceed in a southerly direction along State Highway 45 approximately 40.5 miles to the junction of the Dragon Road (County B Road 4180). This road is located approximately 4.8 miles south of Bonanza, Utah. Exit left and proceed in a southeasterly direction along County B Road 4180 approximately 4.0 miles to the junction of the Kings Wells Road (County B Road 4190). Exit right and proceed in a southwesterly direction along County B Road 4190 approximately 8.7 miles to the junction of the Atchee Ridge Road (County B Road 4270). Continue along County B Road 4190 in a southwesterly direction approximately 4.3 miles to the junction of the Long Draw Road (County B Road 4260). Continue along County B Road 4190 in a southerly, then westerly direction approximately 2.3 miles to the junction of a County D Road. Exit right and proceed in a northerly direction along the County D Road approximately 3.4 miles to the proposed access road for the Rainbow 11-24-42-20 well. Follow road flags in a northeasterly direction approximately 0.7 miles to the proposed well pad for the Rainbow 11-24-42-20. Proceed northeasterly crossing the well pad approximately 365 feet to the proposed access road. Follow road flags in a northeasterly direction approximately 1,900 feet to the proposed location.

Total distance from Vernal, Utah to the proposed well location is approximately 67.6 miles in a southeasterly direction.

2. Planned Access Roads:

The proposed access road will be approximately 1,900 feet of new construction; 745 feet on-lease and 1,155 feet off-lease on adjoining BLM lease. Please refer to Topo Map "B" for the takeoff point for the new ON-LEASE road construction.

Access into section 20 will be a Class D County Road then onto existing lease roads in section 20, until reaching the Rainbow 11-24-42-20 well pad where the new construction begins. We herewith request a right-of-way for the lease roads in section 20.

The proposed access road will be utilized to transport personnel, equipment and supplies to and from the proposed well site during drilling, completion and production operations. The road will be utilized year round.

Enduring Resources, LLC Rainbow 11-24-11-21

The access road will be crowned 2% to 3%, ditched and constructed with a running surface of 18 feet and a maximum disturbed width of 30 feet right-of-way. Maximum grade of road is 5% or less. Graveling or capping the roadbed will be performed as necessary to provided a well constructed, safe road. No fence crossings, culverts, turnouts, cattle guards or major cuts and fills are required. Prior to construction or upgrading, the proposed road shall be cleared of any snow and allowed to dry completely.

Surface disturbance and vehicular traffic will be limited to the proposed location and proposed access route. Any additional area needed will be approved in advance. All construction shall be in conformance with the standards outlined in the BLM and Forest Surface Operating Standards for Oil and Gas Exploration and Service publication: Development, 1989.

The road surface and shoulders will be kept in a safe usable condition and will be maintained in accordance with the original construction standards. All drainage ditches will be kept clear and free flowing and will be maintained according to original construction standards. The access road surface will be kept free of trash during operations. All traffic will be confined to the approved disturbed surface. Road drainage crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossing nor shall the drainages be blocked by the road bed. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at frequent intervals by means of cutouts. Upgrading shall not be allowed during muddy conditions. Should mud holes develop, they shall be filled in and detours around them avoided. When snow is removed from the road during the winter months, the snow shall be pushed outside of the borrow ditches and the turnouts kept clear so that snowmelt will be channeled away from the road.

Location of Existing Wells within a One-Mile radius (See "Topo" Map "C" attached): 3.

The following wells are wells located within a one (1) mile or greater radius of the proposed location.

a.	None:	Water Wells:
b.	None:	Injection Wells:
C.	None:	Producing Wells:
d.	None:	Drilling Wells:
e.	(1):	Shut-in Wells:

(1):

e.

End of the Rainbow 21-1, SWSE 21

Temporarily Abandoned Wells: None: f. Disposal Wells: None: g.

Abandoned Wells: h. None: Dry Holes: None: i.

Observation Wells: None: j. Pending (staked) Wells: k. (21):

There are twenty-one other wells staked in this section 1.

4. Location of Existing and/or Proposed Facilities:

All production facilities will be located on the disturbed portion of the well pad and at a minimum of 25 feet from the toe of the back slope or the top of the fill slope.

A dike will be constructed completely around those production facilities which contain fluids (i.e. production tanks, produced water tanks and/or heater treater). These dikes will be constructed of compacted subsoil, be impervious, hold 100% of the capacity of the largest tank and be independent of the back cut.

All permanent (on site for six months or longer) above the ground structures constructed or installed, including pumping units, will be painted a flat, non-reflective, earth tone color to match one of the standard environmental colors, as determined by the rocky Mountain Five State Inter-Agency Committee

All facilities will be painted within 6 months of installation. The color shall be Dark Olive Black. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded.

Any necessary pits will be properly fenced to protect livestock and prevent wildlife entry.

Gas Gathering Pipeline: ON-LEASE 705' BLM OFF-LEASE 1,185' BLM

If the well is capable of economic production, a surface gas gathering line and related equipment shall be installed for year around usage. Approximately 1890 feet of 6" or less surface gas gathering pipeline shall be laid to minimize surface disturbance.

The proposed pipeline will begin at the well site; be laid on the north side of the access road and tie-into pipeline located next to the Rainbow 11-24-42-20 well pad.

The meter run will be housed. The gas gathering line will be buried or anchored down from the wellhead to the meter.

Upon plugging and abandonment, the gas gathering line will be removed and the disturbed area will be re-contoured and restored as near as practical to the original condition. If necessary, re-seeding operations will be performed after completion of other reclamation operations.

5. Location and Type of Water Supply:

Whenever practical, water will be obtained from Enduring Resources LLC Water Right Number 49-2215 or Water Right Number 49-2216 (*See Townships of permitted Use below). If those sources are not available, a new water source shall be submitted prior to commencing operations. (These permits have one-year terms and then must be renewed) *Enduring Water Permits' Townships of Use:

Enduring Resources, LLC	Rainbow 11-24-11-21	 Page	<u>- 4 -</u>

T10S-R22E T11S-R22E T12S-R22E T10S-R23E T11S-R23E T12S-R23E T10S-R24E T11S-R24E T12S-R24E

Water will be hauled to the location over the roads marked on "Topo" Maps "A" and "B."

No water well is to be drilled on this lease.

6 Source of Construction Materials:

Surface and subsoil materials in the immediate area will be utilized for location and access road construction.

Any gravel will be obtained from a commercial source; however, gravel sized rock debris associated with location and access road construction may be used as access road surfacing material.

7. Methods of Handling Waste Materials:

Drill cuttings will be contained and buried in the reserve pit.

Drilling fluids, including salts and chemicals, will be contained in the reserve pit will be removed and disposed of at an approved waste disposal facility within 120 days after drilling is terminated.

The reserve pit well be constructed on the location and will not be located within natural drainage, where a flood hazard exits or surface runoff will destroy or damage the pit walls. The reserve pit will be constructed so that it will not leak, brake or allow discharge of liquids.

The reserve pit will be lined with ¼ felt and a minimum of 16 mm plastic with sufficient bedding used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash or scrap that could puncture the will be disposed of in the pit.

A chemical portable toilet will be furnished with the drilling rig. The toilet will be replaced periodically utilizing a licensed contractor to transport by truck the portable chemical toilet so that its contents can be delivered to the Vernal Wastewater Treatment Facility in accordance with state and county regulations.

Garbage, trash and other waste materials will be collected in a portable, self-contained, fully enclosed trash cage during operations. No trash well be burned on location.

All debris and other waste material not contained in the trash cage will be cleaned up and removed from the location immediately after removal of the drilling rig.

Any open pits will be fenced during the operations. The fencing will be maintained until such time as the pits are backfilled.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported or disposed of in association with the drilling, completion or testing of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported or disposed of in association with the drilling, completion or testing of this well.

Produced oil will be stored in an oil tank and then hauled by truck to a crude purchaser facility. Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to an approved disposal site.

8. Ancillary Facilities:

During drilling operations, approximately 20 days, the site will be a manned camp. Three or four additional trailers will be on location to serve as the crews' housing and eating facilities. These will be located on the perimeter of the pad site within the topsoil stockpiles. Refer to Sheet 4.

9. Well Site Layout: (Refer to Sheets #2, #3, and #4)

The attached Location Layout Diagrams described drill pad cross-sections, cuts and fills and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s) and surface material stockpiles(s).

Please see the attached diagram for rig orientation and access roads.

The top soil will be windrowed rather than piled. It will be reseeded and track walker at the time the location is constructed. Seeding will be with the determined during the onsite. (Refer to "Seed Mixture for Windrowed Top Soil Will included:" following herein.

The top soil removed from the pit area will be store separately and will not be reseeded until the pit is reclaimed.

All pits shall be fence to the following minimum standards:

- a. 39 inch net wire shall be used with at least one strand of barbed wire on top of the net wire. Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.
- b. The net wire shall be no more than 2 inches above the ground. The barbed wire shall be 3 inches over the new wire. Total height of the fence shall be at least 42 inches.
- c. Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.
- d. Standard steel, wood or pipe posts shall be used between the corner braces. Maximum distance between any two fence posts shall be no greater than 16 feet.
- e. All wire shall be stretched by, using a stretching device, before it is attached to corner posts.

- f. The reserve pit fencing will be on three sides during drilling operations and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.
- g. Location size may change prior to drilling the well due to the current rig availability. If the proposed location is not large enough to accommodate the drilling, the location will be re-surveyed and a Form 9 will be submitted.

10. Plans for Surface Reclamation:

Producing Location:

- a. Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, materials, trash and debris not required for production.
- b. Immediately upon well completion, any hydrocarbons in the pit shall be removed in accordance with 40CFR 3162.7.
- c. Before any dirt work associated with location restoration takes place, the reserve pit shall be as dry as possible. All debris in it will be removed. Other waste and spoil materials will be disposed of immediately upon completion of operations.
- d. The reserve pit and that portion of the location not needed for production facilities / operations will be re-contoured to the approximated natural contours. The reserve pit will be reclaimed within 90 days from the date of well completion, weather permitting.
- e. To prevent surface water(s) from standing (ponding) on the reclaimed reserve pit area, final reclamation of the reserve pit will consist of "mounding" the surface 3 feet above surrounding round surface to allow the reclaimed pit area to drain effectively.
- f. Upon completion of back filling, leveling and re-contouring, the stockpiled topsoil will be spread evenly over the reclaimed area(s).

Dry Hole/Abandoned Location:

- i. Abandoned well sites, roads and other disturbed areas will be restored as nearly as practical to their original condition. Where applicable, these conditions include the re-establishment of irrigation systems, the re-establishment of appropriate soil conditions and re-establishment of vegetation as specified.
- ii. All disturbed surfaces will be re-contoured to the approximated natural contours with reclamation of the well pad and access road to be performed as soon as practical after final abandonment. If necessary, re-seeding operations will be performed after completion of other reclamation operations.

Seed Mixture for Windrowed Top Soil Will Included:

To be provided by the BLM

Enduring Resources, LLC Rainbow 11-24-11-21

Surface Ownership: Location, Access and Pipeline Route: 11.

Bureau of Land Management Wellsite:

Bureau of Land Management Access:

Pipeline: Bureau of Land Management

12. Other Information

On-site Inspection for Location, Access and Pipeline Route:

The on-site was conducted on November 2, 2006

Attending were:

- 1. Melissa Hawk - BLM
- Brandon McDonald BLM 2.
- Mike Stewart Ponderosa Construction 3.
- Larry Rowell Ponderosa 4.
- Gary Streater Uintah Engineering 5.
- Josh Hadlock Uintah Engineering 6.
- Doug Hammond Enduring Resources 7.

Special Conditions of Approval: None for this well(s).

Archeology:

A Cultural Resource Inventory Report is pending and to be prepared by a. Montgomery Archaeological Consultants.

Paleontology:

A Paleontology Reconnaissance Report is pending and to be prepared by b. Intermountain Paleo-Consulting.

If, during operations, any archaeological or historical sites, or any objects of antiquity (subject to the Antiquities Act of June 8, 1906) are discovered, all operations which would affect such sites will be suspended and the discovery reported promptly to the surface management agency.

Page

Lessee's or Operator's Representatives: 13.

Representatives:

Alvin R. (Al) Arlian Landman - Regulatory Specialist Enduring Resources, LLC 475 17th Street, Suite 1500 Denver, Colorado 80202

Office Tel: 303-350-5114 Fax Tel: 303-573-0461

aarlian@enduringresources.com

Teme Singleton Vice President - Operations Enduring Resources, LLC 475 17th Street, Suite 1500 Denver, Colorado 80202 Office Tel: 303-350-5711

Fax Tel: 303-573-0461

tsingleton@enduringresources.com

Enduring Resources, LLC Rainbow 11-24-11-21

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved plan of operations, and any applicable Notice to Lessees. The operator is fully responsible for the actions of his/her/its subcontractors. A copy of these conditions will be furnished the field representative to insure compliance.

A complete copy of the approved APD and ROW grant, if applicable, shall be on location during construction of the location and drilling activities.

The operator or his/here/its contractor shall contact the BLM office at (435) 781-4400 forty-eight (48) hours prior to construction activities.

The BLM Office shall be notified upon site completion prior to moving on the drilling rig.

Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill-site and access route, that I am familiar with the conditions which presently exist, that the statements made in this plan are, to the best of my knowledge and belief, true and correct, and that the work associated with the operation proposed herein will be preformed by Enduring Resources, LLC and its contractors and subcontractors in conformity with this plan and terms and conditions with this plan and the terms and conditions under which it is approved.

Please be advised that Enduring Resources, LLC is considered to be the operator of the Rainbow 11-24-11-21 Well; NWNW Section 21, Township 11 South, Range 24 East; Lease #:UTU-54224 Uintah County, Utah; and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by BLM Statewide Oil & Gas Lease Bond No. UTB000173 and State of Utah, Division of Oil, Gas & Mining Surety Bond No. RLB0008031

ENDURING RESOURCES, LLC

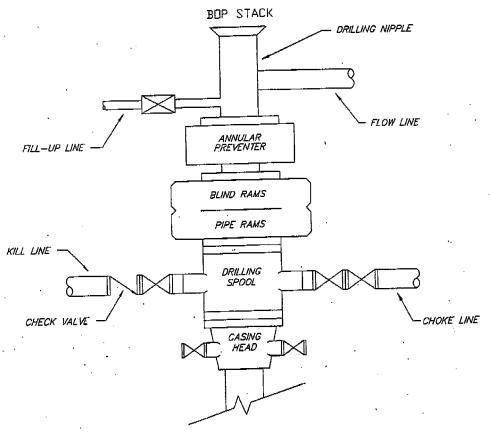
Alvin (Al) R. Arlian

Landman – Regulatory Specialist

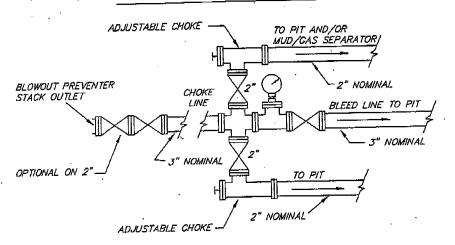
November 6, 2006

ENDURING RESOURCES, LLC

TYPICAL 3,000 p.s.i.
BLOWOUT PREVENTER SCHEMATIC



TYPICAL 3,000 prs.i. CHOKE MANIFOLD SCHEMATIC



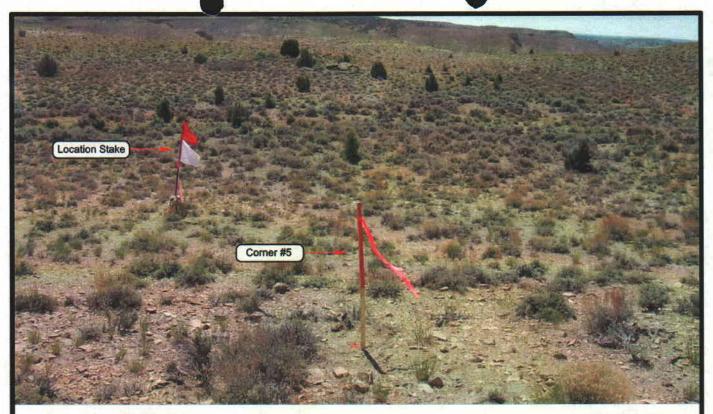


PHOTO VIEW: FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: SOUTHEASTERLY



PHOTO VIEW: FROM BEGINNING OF PROPOSED ROAD

CAMERA ANGLE: NORTHEASTERLY

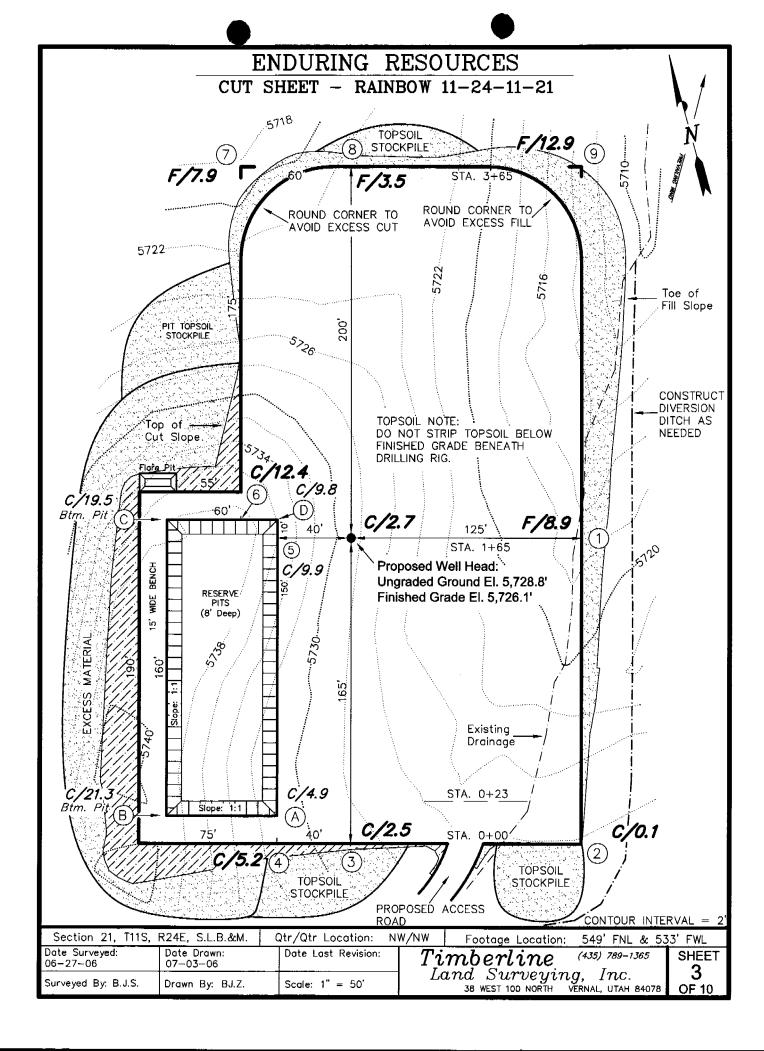
ENDURING RESOURCES

Rainbow 11-24-11-21 SECTION 21, T11S, R24E, S.L.B.&M.

LOCATION PHOTOS		DATE TAKEN: 06-27-06
LOCATION	1110105	DATE DRAWN: 07-07-08
TAKEN BY: B.J.S.	DRAWN BY: BJ.Z.	REVISED:

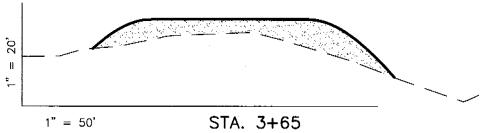
Timberline Land Surveying, Inc. 38 West 100 North Vernal, Utah 84078 (435) 789-1385

SHEET 1 OF 10

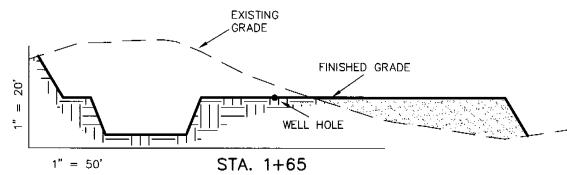


ENDURING RESOURCES

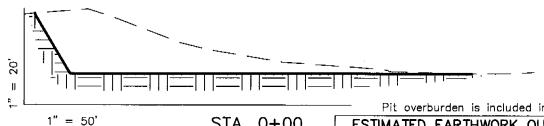
CROSS SECTIONS - RAINBOW 11-24-11-21











STA. 0+00

REFERENCE POINTS

 $\overline{175'}$ SOUTHEASTERLY = 5720.1'

225' SOUTHEASTERLY = 5723.5'

250' NORTHEASTERLY = 5720.3'

300' NORTHEASTERLY = 5718.3'

Pit overburden is included in pad cut.

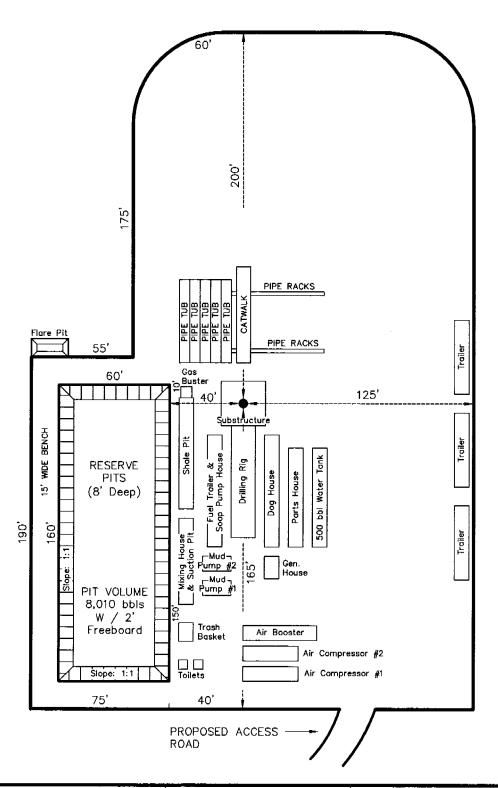
ESTIMATED EARTHWORK QUANTITIES (No shrink or swell adjustments have been used) (Expressed in Cubic Yards)

	ITEM	CUT	FILL	6" TOPSOIL	EXCESS		
i	PAD	8,420	9,590	Topsoil is not included	-1,170		
	PIT	2,340	0	in Pad Cut	2,340		
	TOTALS	10,760	9,590	1,440	1,170		
_	Excess Material after Pit Rehabilitation = 0 Cu. Yds.						

Section 21, 1115,	RZ4E, S.L.B.&M.	Qtr/Qtr Location:	NW/NW Footage Location:	549' FNL & 53	3' FWL
Date Surveyed: 06-27-06	Date Drawn: 07-03-06	Date Last Revision:	Timberline	(435) 789-1365	SHEET
Surveyed By: B.J.S.	Drawn By: BJ.Z.	Scale: 1" = 50'	Land Surveying,	Inc.	0F 10

ENDURING RESOURCES

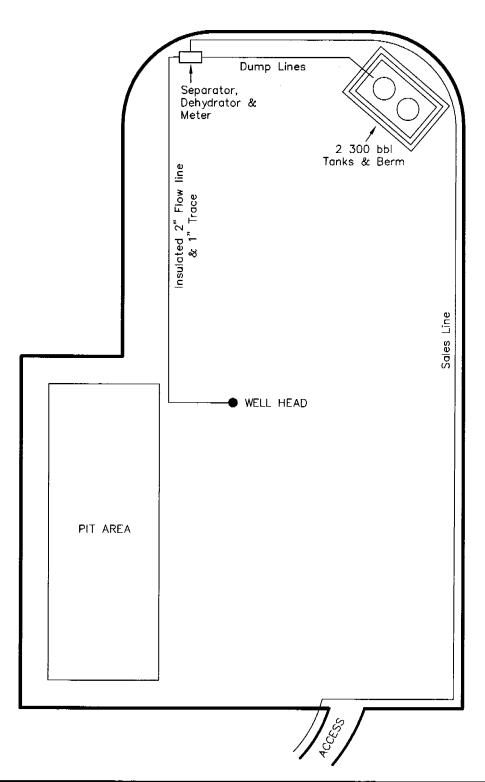
TYPICAL RIG LAYOUT - RAINBOW 11-24-11-21



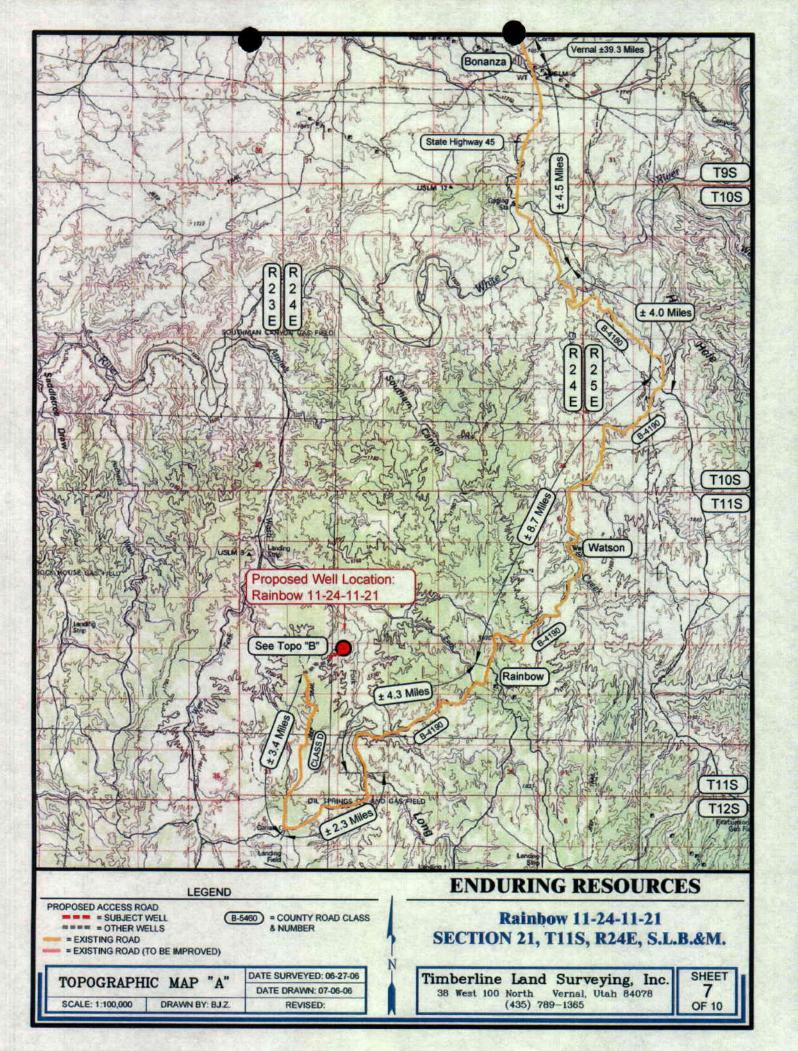
Section 21, T11S,	R24E, S.L.B.&M.	Qtr/Qtr Location: I	NW/NW	Footage Location:	549' FNL & 53	3' FWL
Date Surveyed: 06-27-06	Date Drawn: 07-03-06	Date Last Revision:		nberline.	(435) 7891365 T	SHEET
Surveyed By: B.J.S.	Drawn By: BJ.Z.	Scale: 1" = 50'	$\int_{-L}^{La\eta}$	nd $Surveying$ 38 West 100 North	, <i>Inc.</i> ÆRNAL, UTAH 84078	OF 10

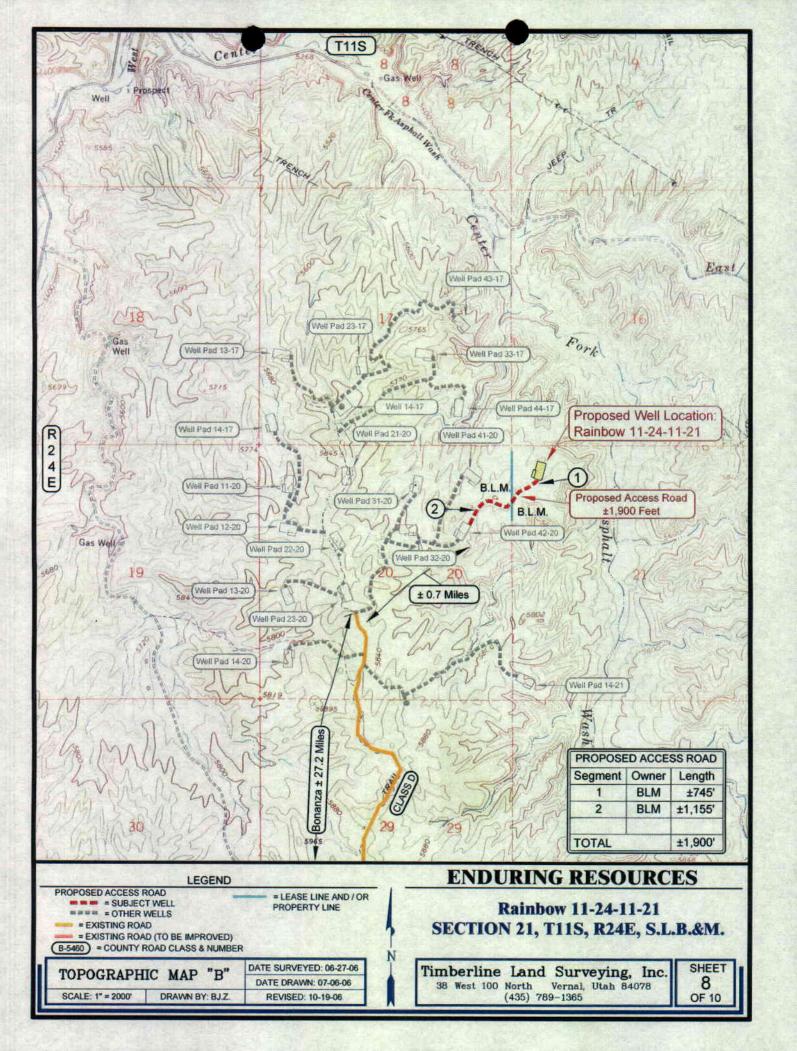
ENDURING RESOURCES

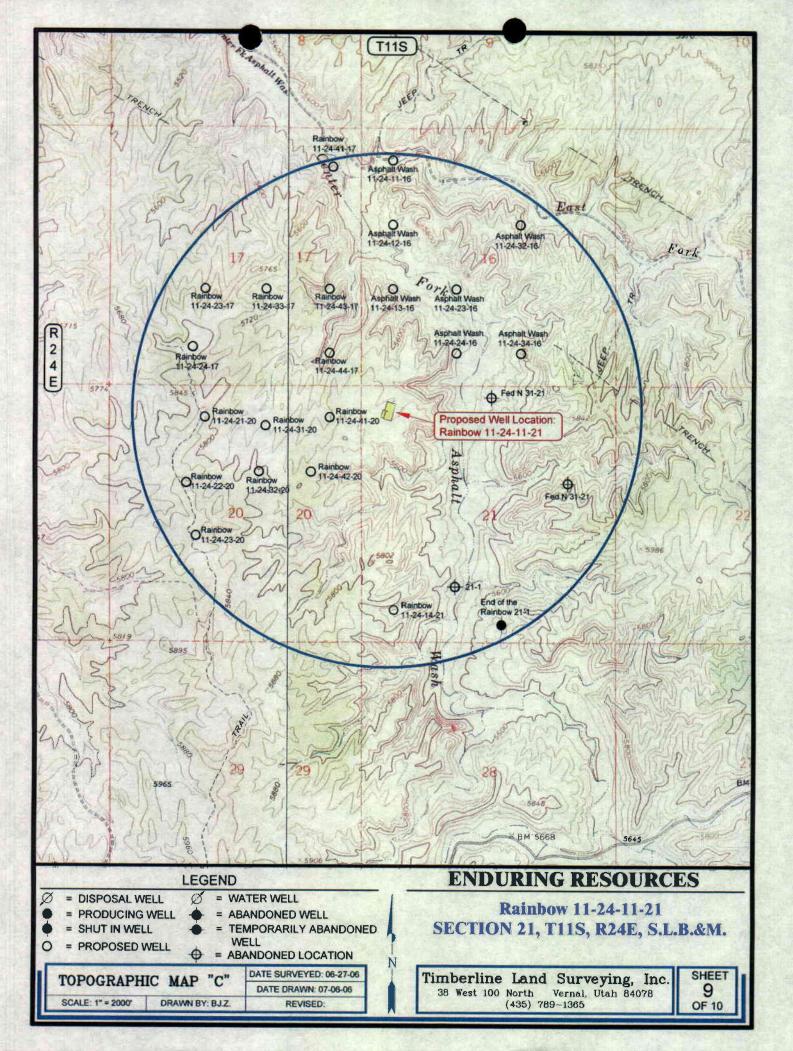
TYPICAL PRODUCTION LAYOUT - RAINBOW 11-24-11-21

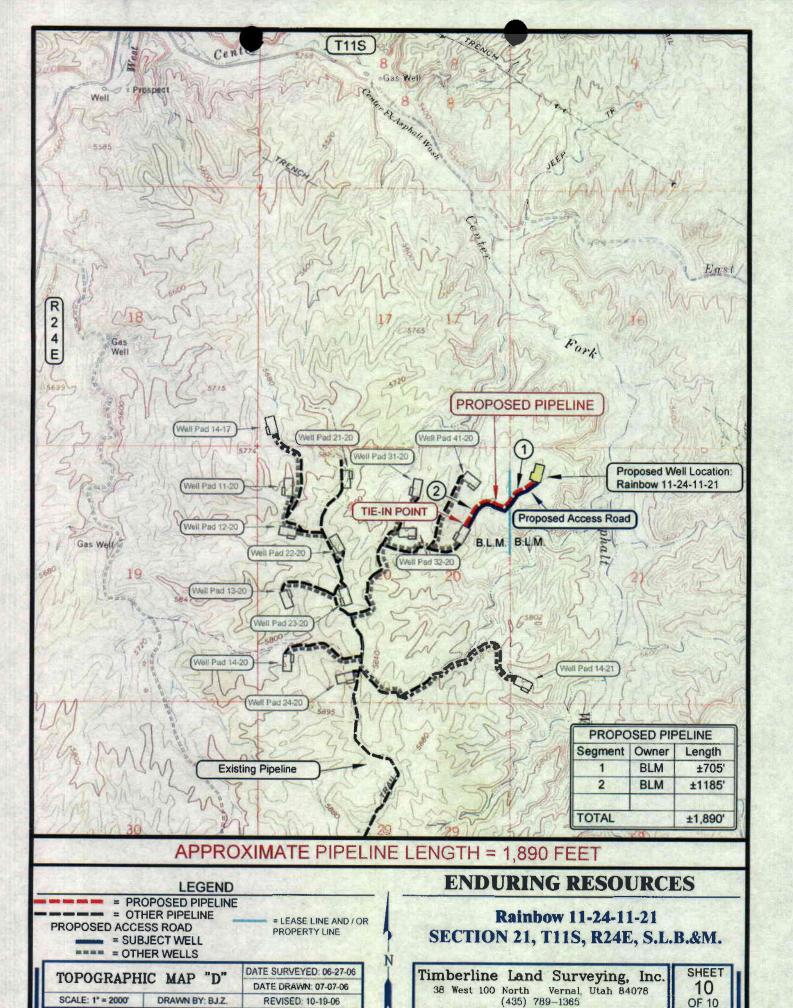


Section 21, T11S,	R24E, S.L.B.&M.	Qtr/Qtr Location:	NW/NW	Footage Location:	549' FNL & 53	3' FWL
Date Surveyed: 06—27—06	Date Drawn: 07-03-06	Date Last Revision:	T	nberline.	(435) 789-1365	SHEET
Surveyed By: B.J.S.	Drawn By: BJ.Z.	Scale: 1" = 50'	Lan	, , , , , , , , , , , , , , , , , , , ,	Inc.ERNAL, UTAH 84078	O F 10

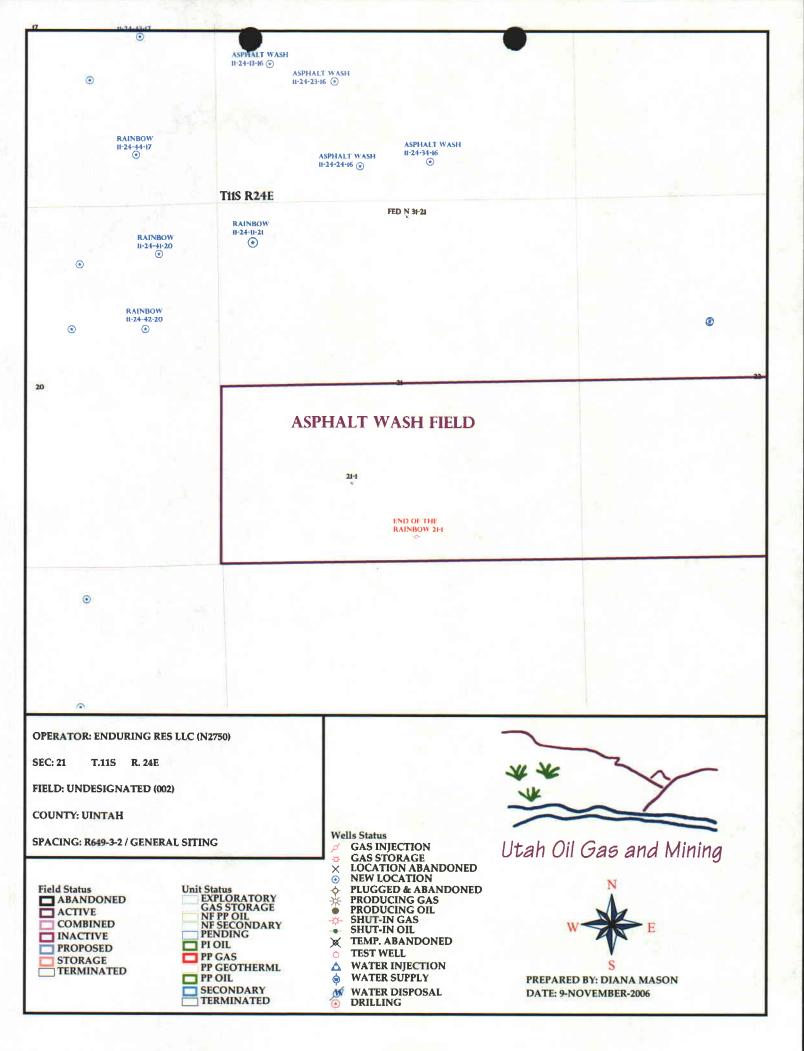








The state of the s				
APD RECEIVED: 11/08/2006		API NO. ASSIG	NED: 43-04	7-38835
WELL NAME: RAINBOW 11-24-11-21				
OPERATOR: ENDURING RESOURCES, LLC (N2750)		PHONE NUMBER:	303-350-571	.9
CONTACT: EVETTE BISSETT				<u> </u>
PROPOSED LOCATION:		INSPECT LOCATN	BY: /	/
NWNW 21 110S 240E		Tech Review	Initials	Date
SURFACE: 0549 FNL 0533 FWL BOTTOM: 0549 FNL 0533 FWL		Engineering		
		Engineering		
COUNTY: UINTAH LATITUDE: 39.85318 LONGITUDE: -109.2428		Geology	}	
UTM SURF EASTINGS: 650328 NORTHINGS: 44127	730	Surface		
FIELD NAME: UNDESIGNATED (2			1	
LEASE TYPE: 1 - Federal LEASE NUMBER: UTU-54224 SURFACE OWNER: 1 - Federal		PROPOSED FORMAT		.D
Plat Bond: Fed[1] Ind[] Sta[] Fee[] (No. RLB0008031) Potash (Y/N) Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. 49-2215) RDCC Review (Y/N) (Date:) MM Fee Surf Agreement (Y/N) MM Intent to Commingle (Y/N)	R Unit: R S R D:	ON AND SITING: 649-2-3. 649-3-2. Generaliting: 460 From Qt 649-3-3. Exceporilling Unit Board Cause No: Eff Date: Siting:	tion	Between Wells
STIPULATIONS: 1. Edus Opp 2. Spaces Shi	rwill			





State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.

GARY R. HERBERT Lieutenant Governor

November 9, 2006

Enduring Resources, LLC 475 17th St., Ste 1500 Denver, CO 80202

Re:

Rainbow 11-24-11-21 Well, 549' FNL, 533' FWL, NW NW, Sec. 21,

T. 11 South, R. 24 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 *et seq.*, Utah Administrative Code R649-3-1 *et seq.*, and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-38835.

Sincerely,

Gil Hunt

Associate Director

Stilly

pab Enclosures

cc:

Uintah County Assessor (via e-mail)

Bureau of Land Management, Vernal District Office

Operator:	Enduring Resources, LLC				
Well Name & Number	Rainbow 11-24-11-21				
API Number:	43-047-38835				
Lease:	UTU-54224				
Location: <u>NW NW</u>	Sec. 21 T. 11 South R. 24 H				

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING



FORM 9

	Al) Arlian	Oil, Ga	TITLE Landman - Report 10/30/2007	gulatory Specialist
TO: 11/9	Al) Arlian	Date: _/	Landman - Re	gulatory Specialist
		Date: _/	- 08-07	
	/2007 /2008	Appro	oved by the	
			etails including dates, depths, vol	umes, etc. his Application for Permit to Drill
	CONVERT WELL T	YPE RE	COMPLETE - DIFFERENT FORMATIO	Extension
Date of work completion:			ECLAMATION OF WELL SITE	other: Request for APD
SUBSEQUENT REPORT (Submit Original Form Only)	CHANGE WELL NA	-	UG BACK RODUCTION (START/RESUME)	☐ WATER DISPOSAL ☐ WATER SHUT-OFF
	CHANGE TUBING	=	UG AND ABANDON	VENT OR FLARE
	CHANGE TO PREV	IOUS PLANS OF	PERATOR CHANGE	TUBING REPAIR
Approximate date work will start:	CASING REPAIR	= -	EW CONSTRUCTION	TEMPORARILY ABANDON
NOTICE OF INTENT (Submit in Duplicate)	ACIDIZE ALTER CASING	<u>=</u>	EPEN RACTURE TREAT	SIDETRACK TO REPAIR WELL
TYPE OF SUBMISSION	ACIDIZE		TYPE OF ACTION	REPERFORATE CURRENT FORMATION
	ROPRIATE BOXE	S TO INDICATE NAT		PORT, OR OTHER DATA
QTR/QTR, SECTION, TOWNSHIP, RA	NGE, MERIDIAN: NWNW	E CALLES TO THE PROPERTY OF TH		STATE: UTAH
4. LOCATION OF WELL FOOTAGES AT SURFACE: 549	ENI - 533' EWI			соинту: Uintah
3. ADDRESS OF OPERATOR: 475 17th Street, Suite 1500	TY Denver	STATE CO ZIP 80202	(303) 350-5719	10. FIELD AND POOL, OR WILDCAT: Undesignated
Enduring Resources, LLC	o	<i>3.</i>		4304738835
2. NAME OF OPERATOR:				- Rainbow 11-24-11-21
OIL WELL			h proposals.	8. WELL NAME and NUMBER:
1. TYPE OF WELL	new wells, significantly deeper	n existing wells below current bottom	-hole depth, reenter plugged wells, or to	7. UNIT or CA AGREEMENT NAME:
Do not use this form for proposals to drill drill horizontal	Y NOTICES AN	ID REPORTS ON	WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill drill horizontal				

RECEIVED NOV 0 7 2007

Application for Permit to Drill Request for Permit Extension Validation (this form should accompany the Sundry Notice requesting permit extension)

API:	4304738835						• .
Well Name:	Rainbow 11-24-11-						
Location:		L, NWNW, Sec 21			9		
	rmit Issued to: I Permit Issued:		es, LLC		And the second s		**
above, hereby	ned as owner with verifies that the lication to drill, re	information as s	submitted in	the previou	sly	San San	. 19 M.
	checklist of som	<u>e items related t</u>	o the applic	ation, which	should be		. A. Q
verified.							
	orivate land, has t en updated? Yes				urface.		
	ls been drilled in r siting requireme				would affect		
	en any unit or oth operation of this p	-	-	that could a	ffect the		
	een any changes could affect the			-	o, or right-		
Has the appro	oved source of wa	ater for drilling cl	hanged? Ye	es□No☑			
	een any physical uire a change in _l es⊡No ⊠	•					
ls bonding stil	l in place, which	covers this prop	osed well? `	Yes⊠No□			
	1		10/	30/2007			
Signature			-	Date			
Title: Landman	n - Regulatory Specia	alist					
Representing:	Enduring Resource	es, LLC					

RECEIVED NOV 0 7 2007 DIV. OF OIL, GAS & MINING

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING ON FIRE NITIAL

BIVISION OF OIL, GAS AND WINNING UNFIDENTIAL	UTU-54224
SUNDRY NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to	7. UNIT or CA AGREEMENT NAME:
drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	n/a 8. WELL NAME and NUMBER:
OIL WELL GAS WELL OTHER	Rainbow 11-24-11-21
2. NAME OF OPERATOR: Enduring Resources, LLC	9. API NUMBER: 4304738835
3. ADDRESS OF OPERATOR: PHONE NUMBER:	10. FIELD AND POOL, OR WILDCAT:
475 17th Street, Suite 1500 CITY Denver STATE CO ZIP 80202 (303) 350-5719	Undesignated
4. LOCATION OF WELL FOOTAGES AT SURFACE: 549' FNL - 533' FWL	COUNTY: Uintah
FOUTAGES AT SURFACE: 348 INC = 333 IVE	COUNTY: OIIItan
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NWNW 21 11S 24E S	STATE: UTAH
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPO	RT, OR OTHER DATA
TYPE OF SUBMISSION TYPE OF ACTION	
NOTICE OF INTENT	REPERFORATE CURRENT FORMATION
(Submit in Duplicate) ALTER CASING FRACTURE TREAT	SIDETRACK TO REPAIR WELL
Approximate date work will start: CASING REPAIR NEW CONSTRUCTION CHANGE TO REPUBLICATION	TEMPORARILY ABANDON
CHANGE TO PREVIOUS PLANS OPERATOR CHANGE CHANGE TUBING PLUG AND ABANDON	TUBING REPAIR
CHANGE TUBING UPLUG AND ABANDON SUBSEQUENT REPORT CHANGE WELL NAME PLUG BACK	VENT OR FLARE WATER DISPOSAL
(Submit Original Form Only) CHANGE WELL STATUS PRODUCTION (START/RESUME)	WATER SHUT-OFF
Date of work completion: COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE	✓ OTHER: Request for APD
CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION	Extension
Enduring Resources, LLC respectfully request an extension to the expiration date of this FROM: 11/8/2008 TO: 11/8/2009 Approved by the Utah Division of Oil, Gas and Mining Date: 1-00-05 By:	
NAME (PLEASE PRINT) Alvin R. (Al) Arlian TITLE Landman - Regul	latory Specialist
SIGNATURE DATE 10/2/1/2008	
Date: 11 · 10 · 2008	CEIVED / 0 6 2008

DIV. OF OIL, GAS & MINING



Application for Permit to Drill Request for Permit Extension Validation

(this form should accompany the Sundry Notice requesting permit extension)

Nell Name: Rainbow 11-24-11-21
Location: 549' FNL - 533' FWL, NWNW, Sec 21, T11S-R24E Company Permit Issued to: Enduring Resources, LLC
Date Original Permit Issued: 11/9/2006
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.
Following is a checklist of some items related to the application, which should be verified.
f located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes□No□
Have any wells been drilled in the vicinity of the proposed well which would affect he spacing or siting requirements for this location? Yes□ No ☑
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□ No ☑
Have there been any changes to the access route including ownership, or right- of-way, which could affect the proposed location? Yes□No☑
Has the approved source of water for drilling changed? Yes□No☑
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑
s bonding still in place, which covers this proposed well? Yes☑No□
10/27/2008
Signature Date
Title: Administrative Assistant
Representing: Enduring Resources, LLC
RECEIVED

NOV 0 6 2008

DIV. OF OIL, GAS & MINING

Form 3160-3 (April 2004)	and the state of t	OMB	APPROVED No. 1004-0137 March 31, 2007		
UNITED STATES DEPARTMENT OF THE I BUREAU OF LAND MAN	5. Lease Serial No UTU-54224				
APPLICATION FOR PERMIT TO I	6. If Indian, Allote N/A	6. If Indian, Allotee or Tribe Name N/A			
la. Type of work:	P.R.	As	greement, Name and No.	iku manga	
1b. Type of Well: ☐Oil Well ☐Gas Well ☐Other	Single Zone Multipl			r Literation	
2. Name of Operator Enduring Resources, LLC		9. API Well No. 43 - 04 10. Field and Pool, of	1-38835		
Ja. Auditoss 475 17th Street, Suite 1300 Deriver, CO 60202	3b. Page 103 350-5749	Undesignate	ed	· -	
4. Location of Well (Report location clearly and in accordance with an At surface NW-NW 549' FNL 533' FWL	y State requirements NOV - 9 200	Jb	Bik. and Survey or Area R24E S.L.B.&M.		
At proposed prod. zone Same as surface 4. Distance in miles and direction from nearest town or post office* 67.6 miles Southeast of Vernal, UT	BLM VERNAL,	12. County or Paris Uintah	UT		
5. Distance from proposed* 533' location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	16. No. of acres in lease 520	17. Spacing Unit dedicated to the		:*	
8. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 1000' +	19. Proposed Depth 6335'	20. BLM/BIA Bond No. on file BLM - UTB000173			
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 5742' RT-KB	22. Approximate date work will star 01/25/2007	tt* 23. Estimated dura 20 days	ation		
	24. Attachments				
The following, completed in accordance with the requirements of Onsho				•	
Well plat certified by a registered surveyor. A Drilling Plan. Could be surveyor.	Item 20 above).	he operations unless covered by	an existing bond on file (see		
 A Surface Use Plan (if the location is on National Forest System SUPO shall be filed with the appropriate Forest Service Office). 	6. Such other site authorized office	specific information and/or plan	s as may be required by the		
25. Signature Guette Brasity	Name (Printed Typed) Evette Bissett		Date 11/06/2006		
Title Regulatory Compliance Assistant					
Approved by (Signature)	Name (Printed/Typed) Seeky Kowa	eKA	Date APR 06	2009	
Title Assistant Field Manager	Office VEDAIA	EIEI D OFFICE			
Application approval does not warrant or certify that the applicant hole conduct operations thereon.	ds legal or equitable title to those right	nts in the subject lease which wor	ALA ATA	CHE	

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

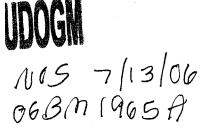
*(Instructions on page 2)

NOTICE OF APPROVAL

APR 2 0 2009

MI IV L 0 2003

DIV. OF OIL, GAS & MINING





UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

VERNAL FIELD OFFICE VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: Enduring Resources, LLC Location: NWNW, Sec. 21, T11S, R24E Well No: Rainbow 11-24-11-21 Lease No: UTU-54224 April No: 43-047-38835 Agreement: Asphalt Unit

Title	Name	Office Phone Number	Cell Phone Number
Petroleum Engineer:	Matt Baker	(435) 781-4490	(435) 828-4470
Petroleum Engineer:	Michael Lee	(435) 781-4432	(435) 828-7875
Petroleum Engineer:	Ryan Angus	(435) 781-4430	(435) 828-7368
Supervisory Petroleum Technician:	Jamie Sparger	(435) 781-4502	(435) 828-3913
Supervisory NRS:	Karl Wright	(435) 781-4484	` ,
NRS/Enviro Scientist:	Christine Cimiluca	(435) 781-4475	
NRS/Enviro Scientist:	Dan Emmett	(435) 781-3414	(435) 828-4029
NRS/Enviro Scientist:	Anna Figueroa	(435) 781-3407	(435) 828-3548
NRS/Enviro Scientist:	Lori Ford	(435) 781-4406	•
NRS/Enviro Scientist:	David Gordon	(435) 781-4424	
NRS/Enviro Scientist:	James Hereford	(435) 781-3412	(435) 828-3546
NRS/Enviro Scientist:	Chuck Macdonald	(435) 781-4441	(435) 828-7481
NRS/Enviro Scientist:	Nathan Packer	(435) 781-3405	(435) 828-3545
NRS/Enviro Scientist:	Paul Percival	(435) 781-4493	(435) 828-7381
NRS/Enviro Scientist:	Verlyn Pindell	(435) 781-3402	(435) 828-3547
NRS/Enviro Scientist:	Holly Villa	(435) 781-4404	(435) 828-3544
		Fax: (435) 781-3420	

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

NOTIFICATION REQUIREMENTS

Location Construction (Notify Environmental Scientist)	-	Forty-Eight (48) hours prior to construction of location and access roads.
· · · · · · · · · · · · · · · · · · ·	_	
Location Completion	-	Prior to moving on the drilling rig.
(Notify Environmental Scientist)		
Spud Notice	-	Twenty-Four (24) hours prior to spudding the well.
(Notify Petroleum Engineer)	•	
Casing String & Cementing	-	Twenty-Four (24) hours prior to running casing and
(Notify Supv. Petroleum Tech.)		cementing all casing strings.
BOP & Related Equipment Tests	-	Twenty-Four (24) hours prior to initiating pressure tests.
(Notify Supv. Petroleum Tech.)		
First Production Notice	-	Within Five (5) business days after new well begins or
(Notify Petroleum Engineer)		production resumes after well has been off production for more than ninety (90) days.

Page 2 of 7 Well: Rainbow 11-24-11-21

3/31/2009

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

- All new and replacement internal combustion gas field engines of less than or equal to 300 design-rated horsepower must not emit more than 2 gms of NO_x per horsepower-hour. This requirement does not apply to gas field engines of less than or equal to 40 design-rated horsepower.
- All and replacement internal combustion gas field engines of greater than 300 design rated horsepower must not emit more than 1.0 gms of NO_x per horsepower-hour.
- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A determination will be made by the AO as to what mitigation may be necessary for the discovered paleontologic material before construction can continue.
- This proposed well is located within the Resource Development Group (RDG) ElS project.
 Adhere to applicable COA's approved in Final RDG ElS Record of Decision listed below:
 - Wildlife and T&E Species:
 Observe the timing restrictions given below (Only during construction & drilling).

Lands in this lease have been identified as crucial habitat for red-tailed hawk and other wildlife. Therefore, modifications to the Surface Use Plan of Operations will be required in order to protect this wildlife habitat from surface disturbing activities (see below).

TIME RESTRICTION

REASON

May 15 – August 15 red-tailed hawk habitat

During this period, there will be no construction, drilling or fracing in order to minimize surface disturbance during red-tailed hawk nesting season.

2. Transportation:

- All roads will be constructed to Gold Book standard
- Limit use of roads by heavy equipment during the periods when the roads are muddy.
- Operator will perform normal operational winter maintenance: roads will be plowed to allow safe navigation. And if snow is heavy, plows will provide breaks in the snow piled berms to allow free movement of wildlife across all roads.

3. Noxious Weeds:

 Power-wash all construction equipment before commencing construction activities in order to eliminate noxious weeds

Interim Reclamation:

All portions of the well pads and ROWS not utilized for the operation phase of the project will be re-seeded. Post construction seeding applications will continue until determined successful by the BLM.

Page 3 of 7 Well: Rainbow 11-24-11-21 3/31/2009

 During interim reclamation of the surface, the following seed mixture will be used PLS (Pure Live Seed) formula.

shadscale (Atriplex confertifolia)	3 lbs/acre
galleta grass (Hilaria jamesii)	
hycrest crested wheatgrass	
(Agropyron cristayum/Agropyron desertorum hybr	2 lbs/acre

Rates are set for drill seeding; double the rate if broadcasting.

- Reseeding may be required if initial seeding is not successful.
- Restrictions for placement of surface pipelines:
 - a): Surface pipelines will be placed 5-10 feet outside of the borrow area.
 - b): Surface pipelines will be placed in such a way that they will not wander into the borrow area.
 - c): Pipelines will be buried at all major road and drainage crossings.
- Paint all facilities Yuma green within six months of installation, except those facilities which are required to comply with the Occupational Safety and Health Act (OSHA).

Page 4 of 7 Well: Rainbow 11-24-11-21 3/31/2009

DOWNHOLE PROGRAM CONDITIONS OF APPROVAL (COAs)

SITE SPECIFIC DOWNHOLE COAs:

- A casing shoe integrity test shall be run on the surface casing shoe.
- For surface casing cementing program, stage Top Out or Top Job is to bring cement to surface.
 Note that stage Top Out is to bring cement to surface.
- Production casing cement shall be brought up and into the surface casing. The minimum cement top is 300 ft above the surface casing shoe.
 COA specification is consistent with operators performance standard stated in APD.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the
 daily drilling report. Components shall be operated and tested as required by Onshore Oil &
 Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be
 performed by a test pump with a chart recorder and <u>NOT</u> by the rig pumps. Test shall be
 reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.

Page 5 of 7 Well: Rainbow 11-24-11-21 3/31/2009

- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water
 is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM
 Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.
- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM,
 Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum
 Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the <u>top of cement</u> and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

Page 6 of 7 Well: Rainbow 11-24-11-21

3/31/2009

OPERATING REQUIREMENT REMINDERS:

• All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.

- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be
 notified when it is placed in a producing status. Such notification will be by written
 communication and must be received in this office by not later than the fifth business day
 following the date on which the well is placed on production. The notification shall provide, as a
 minimum, the following informational items:
 - Operator name, address, and telephone number.
 - Well name and number.
 - Well location (¼¼, Sec., Twn, Rng, and P.M.).
 - Date well was placed in a producing status (date of first production for which royalty will be paid).
 - The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
 - o The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - Unit agreement and/or participating area name and number, if applicable.
 - Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or

Page 7 of 7 Well: Rainbow 11-24-11-21 3/31/2009

data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field
 Office Petroleum Engineers will be provided with a date and time for the initial meter calibration
 and all future meter proving schedules. A copy of the meter calibration reports shall be
 submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API
 standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All
 measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted
 to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs
 first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be
 adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively
 sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
 equipment shall be removed from a well to be placed in a suspended status without prior
 approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30
 days, prior approval of the BLM Vernal Field Office shall be obtained and notification given
 before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

	STATE OF UTAH	050	FORM 9
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-54224
SUNDRY NOTICES AND REPORTS ON WELLS			6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
	sals to drill new wells, significantly deepe ugged wells, or to drill horizontal laterals.		7.UNIT or CA AGREEMENT NAME: ASPHALT
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: RAINBOW 11-24-11-21
2. NAME OF OPERATOR: Enduring Resources, LLC			9. API NUMBER: 43047388350000
3. ADDRESS OF OPERATOR: 475 17th Street, Suite 1500,	Denver, CO, 80202 303	PHONE NUMBER: 3 350-5114 Ext	9. FIELD and POOL or WILDCAT: UNDESIGNATED
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0549 FNL 0533 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NWNW Section: 2:	IP, RANGE, MERIDIAN: 1 Township: 11.0S Range: 24.0E Meridian	n: S	STATE: UTAH
11.	CK APPROPRIATE BOXES TO INDICA	ATE NATURE OF NOTICE, REPORT	, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	CHANGE TO PREVIOUS PLANS CHANGE WELL STATUS DEEPEN OPERATOR CHANGE PRODUCTION START OR RESUME REPERFORATE CURRENT FORMATION TUBING REPAIR WATER SHUTOFF WILDCAT WELL DETERMINATION DMPLETED OPERATIONS. Clearly show all per	PD expiration date.	CASING REPAIR CHANGE WELL NAME CONVERT WELL TYPE NEW CONSTRUCTION PLUG BACK RECOMPLETE DIFFERENT FORMATION TEMPORARY ABANDON WATER DISPOSAL ✓ APD EXTENSION OTHER: Volumes, etc. Approved by the Utah Division of Oil, Gas and Mining Date: November 12, 2009
NAME (DI FACE POYNE)	BHOME MANAGE	D TITLE	
NAME (PLEASE PRINT) Alvin Arlian	PHONE NUMBE 303 350-5114	Landman-Regulatory	
SIGNATURE N/A		DATE 11/11/2009	



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047388350000

API: 43047388350000 Well Name: RAINBOW 11-24-11-21

Location: 0549 FNL 0533 FWL QTR NWNW SEC 21 TWNP 110S RNG 240E MER S

Company Permit Issued to: ENDURING RESOURCES, LLC

Date Original Permit Issued: 11/9/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not

uire revi	sion. Following is a che	ecklist of sor	ne items related to	o the applicat	ion, whic	h should be verified.
	ated on private land, ha ed? 📗 Yes 📵 No	as the owner	rship changed, if s	o, has the su	rface agr	eement been
	any wells been drilled in requirements for this			well which w	ould affe	ct the spacing or
	nere been any unit or o s proposed well?		ents put in place t	that could aff	ect the p	ermitting or operatio
	there been any change the proposed location			g ownership,	or righto	f- way, which could
• Has th	ne approved source of	water for dri	illing changed?	Yes 📵 N	lo	
	there been any physica e in plans from what w					
• Is bor	nding still in place, whi	ch covers th	is proposed well?	Yes	No Uta	proved by the th Division of Gas and Mining
nature:	Alvin Arlian	Date:	11/11/2009			
Title:	Landman-Regulatory Re	presenting:	ENDURING RESOU	RCES, LLC D	ate:	November 12, 2009
		_			1	() N

Sig

	STATE OF UTAH		FORM 9	
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-54224	
SUND	RY NOTICES AND REPORTS ON	I WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:	
Do not use this form for proposition-hole depth, reenter plu DRILL form for such proposals.	sals to drill new wells, significantly deepen exist ugged wells, or to drill horizontal laterals. Use A	ting wells below current PPLICATION FOR PERMIT TO	7.UNIT or CA AGREEMENT NAME: ASPHALT	
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: RAINBOW 11-24-11-21	
2. NAME OF OPERATOR: Enduring Resources, LLC			9. API NUMBER: 43047388350000	
3. ADDRESS OF OPERATOR: 475 17th Street, Suite 1500,	Denver, CO, 80202 PHONE NO. 303 350-5		9. FIELD and POOL or WILDCAT: UNDESIGNATED	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0549 FNL 0533 FWL			COUNTY: UINTAH	
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NWNW Section: 2:	IP, RANGE, MERIDIAN: 1 Township: 11.0S Range: 24.0E Meridian: S		STATE: UTAH	
11. CHE	CK APPROPRIATE BOXES TO INDICATE N	ATURE OF NOTICE, REPORT,	OR OTHER DATA	
TYPE OF SUBMISSION		TYPE OF ACTION		
	CHANGE TO PREVIOUS PLANS CHANGE WELL STATUS DEEPEN OPERATOR CHANGE PRODUCTION START OR RESUME REPERFORATE CURRENT FORMATION TUBING REPAIR WATER SHUTOFF	xpiration date.	CASING REPAIR CHANGE WELL NAME CONVERT WELL TYPE NEW CONSTRUCTION PLUG BACK RECOMPLETE DIFFERENT FORMATION TEMPORARY ABANDON WATER DISPOSAL ✓ APD EXTENSION OTHER: Dolumes, etc. Approved by the Utah Division of Oil, Gas and Mining ate: November 08, 2010	
NAME (PLEASE PRINT)	PHONE NUMBER	TITLE		
Alvin Arlian SIGNATURE	303 350-5114	Landman-Regulatory DATE		
N/A		11/8/2010		



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047388350000

API: 43047388350000 **Well Name:** RAINBOW 11-24-11-21

Location: 0549 FNL 0533 FWL QTR NWNW SEC 21 TWNP 110S RNG 240E MER S

Company Permit Issued to: ENDURING RESOURCES, LLC

Date Original Permit Issued: 11/9/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

require revi	sion. Following is a c	necklist of some item	is related to the appli	ication, w	nich should be verified.
	ated on private land, ed? 🔵 Yes 📵 No	=	nanged, if so, has the	surface a	greement been
	any wells been drille requirements for thi		e proposed well whic No	h would a	ffect the spacing or
	nere been any unit or s proposed well?		ut in place that could	affect the	permitting or operation
	there been any chang the proposed location		_	ip, or righ	tof- way, which could
• Has th	ne approved source o	f water for drilling ch	nanged? 🔵 Yes 🌘	No	
			orface location or according to the cordinate evaluation?		
• Is bor	nding still in place, w	hich covers this prop	osed well? 📵 Yes	No U	pproved by the Itah Division of , Gas and Mining
Signature:	Alvin Arlian	Date: 11/8/2	010		
_	Landman-Regulatory I				November 08, 2010

By: Down

Form 160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT 5.

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

	Expires, July
Lease Ser	ial No.
LITURAS	24

SUNDRY NOTICES AND REPORTS ON WELLEAR 1/3 2011		
Do not use this form for proposals to drill or to re-enter an 2011	l	
shandoned well lies form 2160 2 (ADD) for such myses all	1	

abandoned we	ell. Use form 3160-3 (AP	D) for such	proposals.	&	6. If Indian, Allottee	or Tribe Name	
SUBMIT IN TR	IPLICATE - Other instruc	ctions on rev	erse side.	1	7. If Unit or CA/Agr	eement, Name and/or No.	
1. Type of Well					8. Well Name and No		
☐ Oil Well 🛛 Gas Well 🔲 Other					RAINBOW 11-24-11-21		
Name of Operator Contact: AL ARLIAN ENDURING RESOURCES, LLC E-Mail: aarlian@enduringresources.			ces.com		9. API Well No. 43-047-38835		
3a. Address 475-17TH STREET, SUITE 1 DENVER, CO 80202		Ph: 303-35 Fx: 303-57			10. Field and Pool, or Exploratory UNDESIGNATED		
4. Location of Well (Footage, Sec.,	T., R., M., or Survey Description	n)			11. County or Parish	, and State	
Sec 21 T11S R24E NWNW 5	549FNL 533FWL				UINTAH COUN	VTY, UT	
12. CHECK APP	ROPRIATE BOX(ES) TO	O INDICATE	NATURE OF	NOTICE, R	L EPORT, OR OTHE	ER DATA	
TYPE OF SUBMISSION			ТҮРЕ С	F ACTION	,		
- Notice of Intent	☐ Acidize	D Dee	pen	☐ Product	ion (Start/Resume)	☐ Water Shut-Off	
Notice of Intent	Alter Casing	_	cture Treat	☐ Reclam		☐ Well Integrity	
☐ Subsequent Report	Casing Repair		Construction	Recomp		_	
Final Abandonment Notice	☐ Change Plans	_	g and Abandon	-	arily Abandon	Other Change to Original	
	Convert to Injection	Plug		☐ Water I		PD	
determined that the site is ready for the Request for a two-year extension of the Requ			2011 to 4-6-201	VE ENC GEC E.S		14 2011	
14. I hereby certify that the foregoing is	true and correct. Electronic Submission #1	03623 verifie	thy the BIM Wa	ll Information	System		
	Committed to AFMSS for	GRESOURCE	S IIC cont to	the Vernal		CEIVED	
Name (Printed/Typed) AL ARLIA	N		Title REGUL	_ATORY SPE	CIALIST APR	1 1 2011	
Signature (Electronic S	ubmission)		Date 03/03/2	2011		, GAS & MINING	
	THIS SPACE FO	R FEDERA	L OR STATE	OFFICE US		y said at mining	
110/1	7		A	ssistant Field	d Manager	1110 0 = 001	
Approved By Jenes		· — — -		nds & Minera		MAR_2.5 2011	
Conditions of approval, if any, are attached certify that the approval, if any, are attached certify that the applicant to conduct which would entitle the applicant to conduct	d. Approval of this notice does itable title to those rights in the ct operations thereon.	not warrant or subject lease	Office	VERN/	L FIELD OFFIC	-	

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

CONDITIONS OF APPROVAL

Enduring Resources, LLC

Notice of Intent APD Extension

Lease:

UTU-54224

Well:

Rainbow 11-24-11-21

Location:

NWNW Sec 21-T11S-R24E

An extension for the referenced APD is granted with the following conditions:

1. The extension and APD shall expire on May 1, 2011.

2. No other extension shall be granted.

If you have any other questions concerning this matter, please contact Carey Doyle of this office at (435) 781-4430.

RECEIVED
APR 1 1 2011



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

November 10, 2011

Al Arlian Enduring Resources, LLC 511-16th Street, Ste. 700 Denver, CO 80202

Re:

APD Rescinded - Rainbow 11-24-11-21, Sec. 21 T.11S, R.24E

Uintah County, Utah API No. 43-047-38835

Dear Mr. Arlian:

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining (Division) on November 9, 2006. On November 8, 2007, November 6, 2008, November 12, 2009 and November 8, 2010 the Division granted a one-year APD extension. On November 8, 2011, you requested that the APD be rescinded. No drilling activity at this location has been reported to the division. Therefore, approval to drill the well is hereby rescinded, effective November 8, 2011.

A new APD must be filed with this office for approval prior to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely.

Diana Mason

Environmental Scientist

cc:

Well File

Bureau of Land Management, Vernal



United States Department of the Interior



BUREAU OF LAND MANAGEMENT

Green River District-Vernal Field Office 170 South 500 East Vernal, UT 84078 (435) 781-4400 Fax: (435) 781-4410

http://www.blm.gov/ut/st/en/fo/vernal.html

NOV 2 2 2011



Alvin R. Arlian Enduring Resources, LLC 511-16th Street, Suite 700 Denver, CO 80202

43 047 38835

Re:

Notice of Expiration

Well No. Rainbow 11-24-11-21 NWNW, Sec. 21, T11S, R24E

Uintah County, Utah Lease No. UTU-54224

Asphalt Unit

Dear Mr. Arlian:

The Application for Permit to Drill (APD) for the above-referenced well was approved on April 6, 2009. A two (2) year extension request of the original APD was received on March 3, 2011. On March 25, 2011 the request was reviewed and the extension request was approved to May 1, 2011, consistent with the expiration of the 390 CX used to process the APD. According to our records, no known activity has transpired at the approved location. In view of the foregoing, this office is notifying you that the approval of the referenced application has expired. If you intend to drill at this location in the future, a new Application for Permit to Drill must be submitted.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of this well is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

If you have any questions regarding this matter, please contact Cindy Severson at (435) 781-4455.

Sincerely,

Jerry Kenczka

Assistant Field Manager Lands & Mineral Resources

RECEIVED

DEC 1 4 2011 DIV. OF OIL, GAS & MINING

cc: UDOGM